COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF FARMERS) CASE NO. 94-468-C
RURAL ELECTRIC COOPERATIVE)
CORPORATION FROM NOVEMBER 1, 1995)
TO APRIL 30, 1996)

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on June 13, 1996 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Farmers Rural Electric Cooperative Corporation ("Farmers") for the 6 months ended April 30, 1996.

As part of this review, the Commission ordered Farmers to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Farmers has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Farmers has properly calculated and applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Farmers through the FAC for the period November 1, 1995 through April 30, 1996 be and they hereby are approved.

Done at Frankfort, Kentucky, this 11th day of October, 1996.

PUBLIC SERVICE COMMISSION

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ATTEST:

Executive Director